

**Soy Meal Fundamentals:** Weak sentiments featured in the domestic soymeal market on poor demand Tuesday. Sluggish demand in poultry have led to the decline in domestic soymeal demand. Soymeal consumption is severely hit due to the slack in demand from poultry sector with subsequent fall in poultry demand mainly due to coronavirus pandemic. Soymeal (Indore) fell and was quoted at Rs. 32,000/MT compared to 32,500/MT previous day.

- There is no major overseas demand of the Indian origin soymeal.
- India's oilmeal shipments fell by 54% to 177,003 tonnes in March'20 from a year earlier, as soymeal exports declined due to higher domestic prices, provisional data released by SEA reported the figures.
- India's oilmeal exports during the 2019-20 fiscal year beginning April declined 27% to 2.43 million tonnes, said the Solvent Extractors' Association of India.
- India's mustard meal exports fell 14% to 961,312 tonnes in 2019-20 (Apr-Mar) due to weak purchases by major buyers, according to data released by The Solvent Extractors' Association of India.
- In the SEA- Globoil second Webinar on Demand – supply situation of oilmeals and future outlook Dr, Davish Jain and Dr. BV Mehta said raised concern on the oversupply of the soymeal in the remaining marketing season.
- Mr. Balram Singh Yadav, MD Godrej Agrovet Ltd. said that if the COVID situation improves the poultry demand can bounce back to 60-65% by July'20.
- India's soymeal shipments may fall to around 500,000 tonnes in 2019-20 (Oct-Sep), less than one fourth of the year-ago figure of 2.1 million tonnes due to slack in demand from traditional overseas buyers amid ongoing lockdowns, said, Soybean Processors Association of India Chairman Davish Jain.
- SOPA reported that, India's soymeal production of the country is likely to stand at 62.78 lakh tonnes. Carry over stock of Soymeal is estimated at 1.59 lakh tonnes and 1.37 lakh tons of carry forward stocks. While export sea and land may stand at 10 lakh tonnes lower output and non-competitive prices in world market. India had exported total 22 lakh tonnes in last year in 2018-19 season. Domestic consumption of Soymeal (Food) is estimated at 5.50 lakh tonnes and 47.50 lakh tonnes for Feed. In October month, India has exported total 0.50 lakh tonnes of Soymeal lower against 1.31 in Oct 2018 on lower overseas demand.
- Indian Soymeal premium quoted higher side by \$96 per ton over Argentinean meal with Indian meal bullishness producing the premium rather than Argentinean meal bearishness. Such premiums may limit bookings of Indian Soymeal for forward as well as spot market.
- US soymeal shipments in April fell to 890,931 tons, from 973,741 tons in March. In April 2019, soymeal exports were 763,203 tons, according to NOPA.
- During the week (May 15 to May 21, 2020) US net sales of soybean cake and meal stood at 127,200 MT for 2019/2020 were down 36 percent from the previous week and 15 percent from the prior 4-week average. Increases primarily for Colombia (54,000 MT, late 13,800 – see below), Mexico (31,900 MT), El Salvador (13,100 MT), Venezuela (11,000 MT, all late – see below), and Canada (9,600 MT, including decreases of 600 MT). For 2020/2021, net sales of 44,700 MT primarily for unknown destinations (33,200 MT), Japan (6,400 MT), El Salvador (6,000 MT), Jamaica (5,000 MT), and Guatemala (2,000 MT), were offset by reductions for Colombia (9,000 MT). Exports of 225,100 MT were up 8 percent from the previous week and 6 percent from the prior 4-week average. The destinations were primarily to Mexico (66,900 MT), the Philippines (47,600 MT), Colombia (31,400 MT), Canada (20,900 MT), and Morocco (15,300 MT)..
- In the May'20 report, USDA has kept India's soymeal production at 6.64 million tonnes for 2019/20 in lower from 7.68 million tonnes in 2018/19 season. Domestic consumption is also placed unchanged at 5.49 million tonnes for this season which was estimated at 5.28 million tonnes last season.

Soy DOC Rates at Different Centers			
Centres	Ex-factory rates (Rs/ton)		
	09-Jun-20	08-Jun-20	Parity To
Indore - 45%, Jute Bag	32000	32550	Gujarat, MP
Kota - 45%, PP Bag	32800	33200	Rajasthan, Del, Punjab, Haryana
Dhulia/Jalna - 45%, PP Bag	33700	33700	Mumbai, Maharashtra
Nagpur - 45%, PP Bag	33000	33200	Chattisgarh, Orissa, Bihar, Bangladesh, AP, Kar, TN
Nanded	33500	33500	Andhra, AP, Kar, TN
Latur	33500	33800	-
Sangli	33000	33000	Local and South
Solapur	32000	32300	Local and South
Akola – 45%, PP Bag	32500	32500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Hingoli	33500	33500	Andhra, Chattisgarh, Orissa, Jharkhand, WB
Bundi	32600	33000	-

Soy DOC at Ports			
Centers	Port Price		
	08-Jun-20	07-Jun-20	Change
Kandla (FOR) (INR/MT)	33600	#N/A	-
Kandla (FAS) (USD/MT)	445	#N/A	-
CNF Indonesia – Yellow SBM (USD/MT)	Unq	#N/A	-

Rapeseed Meal	08-Jun-20	07-Jun-20	Change
FAS Kandla (USD/MT)	Unq	#N/A	-
FOR Kandla (Rs/MT)	Unq	#N/A	-
FOR Mundra (Rs/MT)	Unq	#N/A	-
CNF Indonesia (USD/MT)	Unq	#N/A	-

International Soy DOC			
Argentina FOB USD/MT	08-Jun-20	07-Jun-20	Change
Soybean Pellets	322	#N/A	-
Soybean Cake Flour	322	#N/A	-
Soya Meal	322	#N/A	-
Soy Expellers	322	#N/A	-

Sunflower (DOC) Rates	Ex-factory rates (Rs/ton)
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June 10, 2020

Centers	09-Jun-20	08-Jun-20	Change
Adoni	23000	22800	200
Khamgaon	Unq	Unq	-
Parli	Unq	Unq	-
Latur	22500	22400	100

Groundnut Meal (Rs/MT)	09-Jun-20	08-Jun-20	Change
Basis 45%, Saurashtra	28000	28000	Unch
Basis 40%, Saurashtra	25500	25500	Unch
GN Cake, Gondal	29500	29500	Unch

Mustard DOC	09-Jun-20	08-Jun-20	Change
Jaipur (Plant delivery)	15200	15200	Unch
Kandla (FOR Rs/MT)	15600	15600	Unch

Mumbai Oil Meal Quotes:			
Rs/M.T.	09-Jun-20	08-Jun-20	Change
G.N. Extr (45%)	27500	27500	Unch
Kardi Extr	Unq	Unq	-
Undec Cottonseed Exp	24500	24000	500
Rice Bran Extr.	Unq	Unq	-
Sunflower Extr.	20000	20000	Unch
Rapeseed Extr.	Unq	Unq	-
Soymeal 48%	33391	33391	Unch
Castor Extr.	Unq	Unq	-

**Outlook:** The domestic soy meal prices will continue to featured range-bound movement with weak bias on COVID-19 concerns in near-term.

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